GOVERNMENT OF INDIA
FINANCE
LOK SABHA

UNSTARRED QUESTION NO:2505
ANSWERED ON:08.12.2006
INCREASE IN REVENUE AFTER PETROLEUM PRICE HIKE
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Will the Minister of FINANCE be pleased to state:

(a) Whether revenue proceeds of the Union Government and the State Governments get augmented as a result of increase in petroleum prices ;

(b) If so, the quantum of increase in revenue receipts of the Union and State Governments as a result thereof during each of the last two years; and

(c) The quantum of such increase at Centre level and at State level during the said period ?

Answer

MINISTER OF STATE IN THE MINISTRY OF FINANCE (SHRI S.S.PALANIMANICKAM)

(a), (b) & (c): Revenue collection from petroleum products by States is not maintained by the Ministry of Finance. With effect from 1.3.2005, excise duty on petrol and diesel is a combination of ad valorem and specific rates as under :

Petrol : 8% + Rs.13 per litre

Diesel : 8% + Rs.3.25 per litre

Excise duty collections from petrol and diesel, separately for the ad-valorem and specific components of the duty, are not available. Therefore, it is not possible to indicate the quantitative impact of price change on revenue collection. Customs and excise duties collection from the petroleum products during the financial years 2004-05 and 2005-06

(provisional) was Rs.56395 crore and Rs.63144 crore respectively.